



4004

ANNUAL REPORT

OF

Name: MID-PLAINS, INC.

Principal Office: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

For the Year Ended: DECEMBER 31, 1998

**TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
 CO	.....	Central Office
 Depr	.....	Depreciation
 Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
 FOY	.....	First of Year
 Info	.....	Information
ITC	.....	Investment Tax Credit
 Misc	.....	Miscellaneous
 Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
 Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
 Prop	.....	Property
 Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
 Svcs	.....	Services
 Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
 Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: MID-PLAINS, INC.
Utility Location: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Utility Web Site Address:

When was utility organized?: 04/01/1901

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR HOWARD G. HOPEMAN
Title: VICE-PREDIDENT AND CHIEF FINANCIAL OFFICER

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 828 - 4300
Telephone Number: (608) 836 - 4270
Email Address: HOWARD.HOPEMAN@MIDPLAINS.COM

Individual or firm, if other than utility employee, preparing this report

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR NOEL C. HUTTON
Title: DIRECTOR OF ACCOUNTING

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 828 - 4300
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Person responsible for statistical information contained in report

Name: MR NOEL C. HUTTON
Title: DIRECTOR OF ACCOUNTING

Office Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Fax Number: (608) 828 - 4300
Telephone Number: (608) 836 - 4289
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IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name: CHORUS COMMUNICATIONS GROUP, LTD
Address: 8501 EXCELSIOR DRIVE
MADISON, WI 53717

Number of Shares Held: 1,991,743
Beneficial Owner: NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name: PCS WISCONSIN, LLC
Form of Interest: MEMBER INTEREST
Extent Of Interest: 75%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	21,085,147	20,214,992	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	2,066,442	1,809,798	2
Plant Nonspecific Operations Expense	5,285,031	5,533,177	3
Customer Operations Expense (6610-6620)	2,698,906	2,837,744	4
Corporate Operations Expense (6710-6790)	2,983,756	2,979,392	5
Other Operating Income and Expense (7100)	113,242	0	6
Operating Taxes (7200)	3,388,419	2,984,375	7
Total Operating Expenses	16,309,312	16,144,486	8
Net Operating Income	4,775,835	4,070,506	9
Other Income			
Nonoperating Income and Expense (7300)	134,071	98,230	10
Nonoperating Taxes (7400)	456,812	247,794	11
Interest and Related Items (7500)	1,215,871	1,052,226	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	248,514	(10,644)	14
Total Nonoperating Income	(1,290,098)	(1,212,434)	15
Net Income	3,485,737	2,858,072	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

Inventories are stated at the lower of cost or market, principally using the average cost method.

Property is stated at original cost. Depreciation is provided based upon PSCW approved rates.

The Company determines its income tax expense under the provisions of SFAS 109.

ITC has been deferred and is being amortized over the life of the related property.

Revenues are recognized when earned regardless of the period in which they are billed. Revenue for interstate access is based upon nationwide average schedules.

Costs for the Company's non-contributory pension are accrued under the provisions of SFAS 87 and SFAS 88.

Interest costs are capitalized under the provisions of SFAS 34.

2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None.

3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

Due to its long - term debt financing, the Company is subject to restrictions on the amount of retained earnings available for cash dividends. At December 31, 1998 \$3,300,000 of its retained earnings were not restricted.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*			1
Cash (1130)	1,312,775	(221,656)	2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)	500	500	4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	1,313,275	(221,156)	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	1,315,247	1,191,906	6
Accounts Receivable Allowance-Telecom (1181)*			7
Net: Telecommunications Accounts Receivable	1,315,247	1,191,906	
Other Accounts Receivable (1190)*	1,602,031	1,852,256	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	1,602,031	1,852,256	
Notes Receivable (1200)*	1,436,924	619,430	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	1,436,924	619,430	
Interest and Dividends Receivable (1210)*	22,175	13,161	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	4,376,377	3,676,753	
SUPPLIES			
Inventories (1220)*	356,709	343,841	13
TOTAL SUPPLIES	356,709	343,841	
PREPAYMENTS			
Total Prepayments (1280)*			14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)	7,646	26,934	17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)	249,384	134,723	19
TOTAL PREPAYMENTS	257,030	161,657	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	6,303,391	3,961,095	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	1,203,000	1,203,000	21
Investments in Nonaffiliated Companies (1402)*	4,341,581	4,117,276	22
Nonregulated Investments (1406)*	36,445	37,569	23
Unamortized Debt Issuance Expense (1407)*	39,318	51,796	24
Sinking Funds (1408)*	0	0	25

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	355,582	262,527	26
TOTAL INVESTMENTS	5,975,926	5,672,168	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	218,948	244,211	29
TOTAL DEFERRED CHARGES	218,948	244,211	
TOTAL NONCURRENT ASSETS	6,194,874	5,916,379	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	53,334,601	50,283,368	30
Less: Accumulated Depreciation (3100)*	18,388,975	17,730,739	31
Less: Accumulated Amortization--Capitalized Leases (3410)*			32
Less: Accumulated Amortization--Leasehold Improvements (3420)*			33
Less: Accumulated Amortization--Intangible (3500)*			34
NET TELECOMMUNICATIONS PLANT IN SERVICE	34,945,626	32,552,629	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*			35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*			36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			37
Less: Accumulated Depreciation--Nonoperating (3300)*			38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	373,497	(2,680)	39
TOTAL TPUC	373,497	(2,680)	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			40
Less: Accumulated Amortization--Other (3600)*			41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	35,319,123	32,549,949	
TOTAL ASSETS AND OTHER DEBITS*	47,817,388	42,427,423	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	3,464,898	3,053,256	1
Notes Payable (4020)*	0	1,203,000	2
Advance Billing and Payments (4030)*		0	3
Customer Deposits (4040)*	1,437	3,856	4
Current Maturities--Long-Term Debt (4050)*	607,540	356,660	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	(472,210)	(33,975)	7
Other Taxes--Accrued (4080)*	19,586	24,253	8
Net Current Deferred Operating Income Taxes (4100)*	(19,389)	(17,083)	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	298,884	240,105	11
Other Current Liabilities (4130)*			12
TOTAL CURRENT LIABILITIES*	3,900,746	4,830,072	
LONG-TERM DEBT			
Funded Debt (4210)*	16,442,585	12,618,737	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	16,442,585	12,618,737	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	766,910	574,139	20
Unamortized Operating ITC--Net (4320)*	78,805	123,287	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	3,131,725	2,610,924	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	324,797	580,655	25
Other Deferred Credits (4360)*	837,639	741,165	26
Deferred Tax Regulatory Liability (4361)*	0	0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	5,139,876	4,630,170	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	11,992,363	11,992,363	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*		0	31
Retained Earnings (4550)*	10,341,818	8,356,081	32
TOTAL STOCKHOLDERS' EQUITY*	22,334,181	20,348,444	
TOTAL LIABILITIES AND OTHER CREDITS*	47,817,388	42,427,423	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	3,485,737	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	4,438,265	2
Interest during construction	0	3
Changes in assets and liabilities:		
Current assets (net)	(807,865)	4
Other noncurrent assets	(80,867)	5
Other current liabilities	22,794	6
Other liabilities and deferred credits	509,706	7
Other (specify):		
TOTAL ADJUSTMENTS	4,082,033	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	7,567,770	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(7,207,439)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(223,181)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(7,430,620)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	4,100,281	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	(1,203,000)	14
Dividends paid	(1,500,000)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	1,397,281	
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,534,431	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

-
1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

None

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

None

5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

-
6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

None

7. Changes in articles of incorporation or amendments to charter.

None

8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Computer Plus	C+	1
Chorus Communications	CHORUS	2
Dickeyville Telephone	DICK'V	3
Farmers Telephone	FARMERS	4
Intranet	INTRANET	5
Mid-Plains Communications Systems Inc.	MPCS	6
PCS Wisconsin, LLC	PCS	7
Pioneer Communications, Inc.	PIONEER	8
Chorus Properties, LLC	PROPERTIES	9

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 -AT- 103	05 -AT-103	05 -AT-103	05 -AT-103	
Name of Affiliate	C+	C+	CHORUS	CHORUS	1
Designate whether billed to or from:	FROM	TO	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	0	0	0	0	9
Other:					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	157,154	17,415	340,766	172,069	14
Total	157,154	17,415	340,766	172,069	15
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings	14.00		0.00		17
Footnotes	O,R				

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 -AT-103	05 -AT- 103	05 -AT- 103	05 -AT-103	
Name of Affiliate	DICK'V	FARMERS	MPCS	MPCS	1
Designate whether billed to or from:	TO	TO	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	O	O	3
Revenues					4
Expenses:					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	0	0	0	0	9
Other:					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	3,340	30,457	164,177	1,262,215	14
Total	3,340	30,457	164,177	1,262,215	15
Percent of affiliate's business billed to all affiliated regulated utilities			1.61		16
If cost based, rate of return on equity or markup incorporated in billings					17
Footnotes					

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 -AT-103	05 -AT-103	05 -AT- 103	05 -AT-103	
Name of Affiliate	PCS	PIONEER	PROPERTIES	PROPERTIES	1
Designate whether billed to or from:	TO	TO	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	0	0	0	0	9
Other:					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	9,076	53,992	420,722	74,692	14
Total	9,076	53,992	420,722	74,692	15
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings			0.00		17
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Mid-Plains Communications Systems Inc.	1180	62,241	1
Chorus Properties, LLC	1180	5,202	2
Computer Plus	1190	(4,532)	3
Chorus Communications	1190	20,725	4
Dickeyville Telephone	1190	132	5
Farmers Telephone	1190	3,496	6
Mid-Plains Communications Systems Inc.	1190	156,265	7
PCS Wisconsin, LLC	1190	1,436	8
Pioneer Communications, Inc.	1190	9,401	9
Chorus Properties, LLC	1190	9,801	10
Chorus Communications	1210	22,175	11
PCS Wisconsin, LLC	1401	1,203,000	12
Chorus Communications	4010	77,686	13
Farmers Telephone	4010	427	14
Mid-Plains Communications Systems Inc.	4010	49,366	15
Chorus Properties, LLC	4010	33,261	16

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off	34,390	1
Uncollectibles written off during the year	85,709	2
Net write offs during the year	51,319	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)	
From Affiliates:						
CHORUS	01/01/1998	01/01/1999	8.0000	1,436,924		1 L
Total Affiliated				1,436,924	0	
Total				1,436,924	0	

INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	0	1
Other:		
Madison SMSA Cellular Partnership	3,648,322	2
USIN	61,680	3
RTFC SCC'S	631,579	4
Total Investments in Nonaffiliated Companies	4,341,581	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Inside Wire	2,912	1
Telephones	17,303	2
Other Parts	16,230	3

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)	
None	0	1
Total	0	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	318,488		1
Motor Vehicles	2112	650,633	131,758	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	377,556	10,517	6
Buildings	2121	3,586,361	26,181	7
Furniture	2122	404,494	8,742	8
Office Equipment	2123	610,061	90,555	9
General Purpose Computers	2124	1,918,083	320,446	10
TOTAL--GENERAL SUPPORT ASSETS:		7,865,676	588,199	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	10,387,454	3,184,380	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	5,315,485	1,104,070	16
TOTAL--CENTRAL OFFICE ASSETS:		15,702,939	4,288,450	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	79,122	52	22
Aerial Cable	2421	624,240	103,728	23
Underground Cable	2422	3,271,067	27,044	24
Buried Cable	2423	20,393,935	1,901,068	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	36,288	4,408	29
Conduit Systems	2441	2,310,101	12,507	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		26,714,753	2,048,807	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111	35,808		282,680	1
2112	42,504		739,887	2
2113			0	3
2114			0	4
2115			0	5
2116			388,073	6
2121	144,588		3,467,954	7
2122			413,236	8
2123	4,296	0	696,320	9
2124			2,238,529	10
	227,196	0	8,226,679	
2211			0	11
2212	3,423,666	0	10,148,168	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	3,016	0	6,416,539	16
	3,426,682	0	16,564,707	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	0	
2411	32		79,142	22
2421	16,346	0	711,622	23
2422	0	0	3,298,111	24
2423	202,344	0	22,092,659	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	1,623		39,073	29
2441			2,322,608	30
	220,345	0	28,543,215	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	50,283,368	6,925,456
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	3,874,223	0	53,334,601	
2001			0	34
			53,334,601	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	131,895	3,547	1
Company Communications Equipment	2123.2	478,166	87,008	2
Software	2212.1	0		3
Digital Switching - Central Office	2212.2	10,387,454	3,184,380	4
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	5,315,485	1,104,070	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	624,240	103,728	13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	3,271,067	27,044	15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	20,294,181	1,880,969	17
Buried Cable - Metallic	2423.2	99,754	20,099	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)
(cont.)

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	4,296		131,146	1
2123.2			565,174	2
2212.1			0	3
2212.2	3,423,666		10,148,168	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	3,016		6,416,539	10
2232.2			0	11
2232.3			0	12
2421.1	16,346		711,622	13
2421.2			0	14
2422.1			3,298,111	15
2422.2			0	16
2423.1	202,344		21,972,806	17
2423.2			119,853	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	520,395	12.57	87,654		1
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	210,301	7.69	29,478		5
Buildings	2121	1,360,516	.34	119,895		6
Furniture	2122	127,283	10.0	40,539		7
Office Equipment	2123	475,404	10.0	98,428		8
General Purpose Computers	2124	1,530,224	16.67	333,585		9
Total-- GENERAL SUPPORT ASSETS		4,224,123		709,579		0
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	3,669,646	9.49	974,504	662,480	11
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	1,163,111	10.0	698,507		15
Total-- CENTRAL OFFICE ASSETS		4,832,757		1,673,011	662,480	
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	0				16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	0				19
Other Terminal Equipment	2362	0				20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0	
CABLE WIRE FACILITIES ASSETS						
Poles	2411	79,101	9.33	106		21
Aerial Cable	2421	421,727	8.8500	58,896		22
Underground Cable	2422	1,392,602	4.84	158,815		23
Buried Cable	2423	5,950,890	5.3	1,088,909		24
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	30,808	14.5	5,538		28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	798,731	3.5	80,931	29
Total-- CABLE WIRE FACILITIES ASSETS		8,673,859		1,393,195	0
Total Accumulated Depreciation	3100	17,730,739		3,775,785	662,480
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	42,504		6,400		571,945	1
2113					0	2
2114					0	3
2115					0	4
2116					239,779	5
2121	144,588		29,728		1,365,551	6
2122					167,822	7
2123	4,296				569,536	8
2124					1,863,809	9
	191,388	0	36,128	0	4,778,442	
2211					0	10
2212	3,423,666	3,447	24,000		1,903,517	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	3,016	2,657	380		1,856,325	15
	3,426,682	6,104	24,380	0	3,759,842	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	0	
2411	32	67	34		79,142	21
2421	16,346	8,428	1,708		457,557	22
2422	0				1,551,417	23
2423	202,344	15,759	28,301		6,849,997	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431	1,623	1,807			32,916	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					879,662	29
	220,345	26,061	30,043	0	9,850,691	
3100	3,838,415	32,165	90,551	0	18,388,975	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	112,813	10.0	13,444		1
Company Communications Equipment	2123.2	362,591	16.67	84,984		2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	3,669,646	9.49	974,504	662,480	4 z
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	1,163,111	10.0	698,507		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	421,727	8.8500	58,896		13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	1,392,602	4.84	158,815		15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	5,939,902	5.3	1,084,438		17 z
Buried Cable - Metallic	2423.2	10,988	4.35	4,471		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	4,296				121,961	1
2123.2					447,575	2
2212.1					0	3
2212.2	3,423,666	3,447	24,000		1,903,517	4 z
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	3,016	2,657	380		1,856,325	10
2232.2					0	11
2232.3					0	12
2421.1	16,346	8,428	1,708		457,557	13
2421.2					0	14
2422.1					1,551,417	15
2422.2					0	16
2423.1	202,344	15,759	28,301		6,834,538	17 z
2423.2					15,459	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	17,083	4 s
Net Noncurrent Deferred Operating Income Taxes (4340)	(3,433,029)	5 s
Net Deferred Tax Liability Adjustments (4341)	0	6
Deferred Tax Regulatory Liability (4361)	0	7
Net Property Related Deferred Operating Income Taxes	(3,415,946)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(3,415,946)	
NONPROPERTY RELATED		
Other Current Assets (1350)	0	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	822,105	13 s
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	822,105	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
				0	3
7250			2,306	19,389	4 s
7250			(305,814)	(3,738,843)	5 s
				0	6
				0	7
	0	0	(303,508)	(3,719,454)	
				0	8
	0	0	(303,508)	(3,719,454)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250			(214,987)	607,118	13 s
				0	14
				0	15
	0	0	(214,987)	607,118	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
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NONE

Total Notes Payable	<u><u>0</u></u>	1
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LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
RTFC	02/10/1997	01/31/2012	6.3500-7.4000	1
Subordinated Debentures	07/01/1995	07/01/2000	8.0000	2
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
6.6900			11,442,585	607,540	12,050,125	1
8.0000			5,000,000		5,000,000	2
	0	0	16,442,585	607,540	17,050,125	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
COMMON STOCK	25,000,000	.00	1
TOTAL COMMON STOCK	25,000,000		
TOTAL	<u>25,000,000</u>		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
COMMON STOCK	1,991,743	11,992,363			1
	1,991,743	11,992,363	0	0	
TOTAL	<u>1,991,743</u>	<u>11,992,363</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	8,356,081	8,573,006	1
Changes:			
Balance Transferred from Income	3,485,737	2,858,072	2
Dividends Declared:			
Common	1,500,000	3,074,997	3
Preferred			4
Total Dividends Declared	1,500,000	3,074,997	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>10,341,818</u>	<u>8,356,081</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	1,201,700	451,761	1,707,618	1
Nonoperating Taxes (Accts. 7410 - 7450)		91,395	365,417	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(66,758)	(268,871)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u>1,201,700</u>	<u>476,398</u>	<u>1,804,164</u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
27,340					3,388,419	1
					456,812	2
					0	3
					(335,629)	4
					0	5
					0	6
				385,113	385,113	7
				6,115	6,115	8
				9,372	9,372	9
27,340	0	0	0	400,600	3,910,202	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	7,979,161	6,729,212	2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)	0	46,063	6 E
Local Private Line Revenue (5040)	507,077	422,434	7 U
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)	6,007	15,305	9 F
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	8,492,245	7,213,014	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	1,867,864	1,780,222	11
Switched Access Revenue (5082)*	4,373,578	4,571,494	12
Special Access Revenue (5083)*	1,440,622	1,080,164	13 G
TOTAL INTERSTATE ACCESS REVENUES (5080)	7,682,064	7,431,880	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	49,975	22,629	14 H
Switched Access Revenue (5084.2)*	2,364,683	3,171,030	15 I
Special Access Revenue (5084.3)*	569,278	526,652	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	2,983,936	3,720,311	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	8,649	13,575	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	8,649	13,575	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	1,029,817	976,774	30
Rent Revenue (5240)*	229,130	231,616	31
Corporate Operations Revenue (5250)*			32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)	18,720	3,668	34 J
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	18,720	3,668	
Interstate Billing and Collection Revenue*	279,392	265,721	39
Intrastate Billing and Collection Revenue*	412,513	390,790	40
Total Carrier Billing and Collection Revenue (5270)*	691,905	656,511	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	1,969,572	1,868,569	
GROSS OPERATING REVENUES	21,136,466	20,247,349	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	51,319	32,357	43 K
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	51,319	32,357	
TOTAL OPERATING REVENUES	21,085,147	20,214,992	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	0	0		1
Less: Nonregulated	0	0		2 P
Net Regulated	0	0	0	3
Total General Support Expense (6120)	808,616	1,066,462		4
Less: Nonregulated	0	0		5 A,P
Net Regulated	808,616	1,066,462	0	6
Total Central Office Switching Expense (6210)	636,383	642,360		7
Less: Nonregulated	0	0		8 P
Net Regulated	636,383	642,360	0	9
Total Operator Systems Expense (6220)	0	0		10
Less: Nonregulated	0	0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	38,251	56,177		13
Less: Nonregulated	0	0		14 B,P
Net Regulated	38,251	56,177	0	15
Total Information Orig. / Term. Expense (6310)	27,971	0	0	16
Less: Nonregulated	0	0		17 C
Net Regulated	27,971	0	0	18
Total Cable and Wire Fac. Expense (6410)	298,577	301,443		19
Less: Nonregulated	0	0		20 P
Net Regulated	298,577	301,443	0	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	1,809,798	2,066,442	0	
Less: Nonregulated	0	0	0	
Net Regulated	1,809,798	2,066,442	0	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0	0	22
Less: Nonregulated	0	0		23
Net Regulated	0	0	0	24
Total Network Operations Expense (6530)	810,147	662,028		25
Less: Nonregulated	0	0		26 p
Net Regulated	810,147	662,028	0	27
Access Expense (6540)	48,747	184,738	0	28
Less: Nonregulated	0	0		29 D,P
Net Regulated	48,747	184,738	0	30
Total Depreciation and Amortization Expense (6560)	4,674,283	4,438,265		31
Less: Nonregulated	0	0		32 T
Net Regulated	4,674,283	4,438,265		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	5,533,177	5,285,031	0	
Less: Nonregulated	0	0	0	
Net Regulated	5,533,177	5,285,031	0	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110					1
					2 P
	0	0	0	0	3
6120			1,066,462		4
	0	0	1,066,462	0	5 A,P
					6
6210			642,360		7
	0	0	642,360	0	8 P
					9
6220					10
	0	0	0	0	11
					12
6230			56,177		13
	0	0	56,177	0	14 B,P
					15
6310					16
	0	0	0	0	17 C
					18
6410			301,443		19
	0	0	301,443	0	20 P
					21
	0	0	2,066,442	0	
	0	0	0	0	
	0	0	2,066,442	0	
6510	0	0	0	0	22
					23
	0		0	0	24
6530			662,028		25
	0	0	662,028	0	26 p
					27
6540			184,738		28
	0	0	184,738	0	29 D,P
					30
6560			4,438,265		31
					32 T
			4,438,265		33
	0	0	5,285,031	0	
	0	0	0	0	
	0	0	5,285,031	0	

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	651,445	653,965	34
Less: Nonregulated	0	0	35 P
Net Regulated	651,445	653,965	0 36
Total Services (6620)	2,186,299	2,044,941	37
Less: Nonregulated	0	0	38 P
Net Regulated	2,186,299	2,044,941	0 39
TOTAL CUSTOMER OPERATIONS EXPENSE	2,837,744	2,698,906	0
Less: Nonregulated	0	0	0
Net Regulated	2,837,744	2,698,906	0
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	986,064	896,916	40
Less: Nonregulated	0	0	41 P
Net Regulated	986,064	896,916	0 42
Total General and Administrative (6720)	1,993,328	2,086,840	43
Less: Nonregulated	0	0	44 P
Net Regulated	1,993,328	2,086,840	0 45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated	0	0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	2,979,392	2,983,756	0
Less: Nonregulated	0	0	0
Net Regulated	2,979,392	2,983,756	0
TOTAL EXPENSES	13,160,111	13,034,135	0
Less: Nonregulated	0	0	0
Net Regulated	13,160,111	13,034,135	0

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			653,965		34
	0	0	653,965	0	35 P
6620			2,044,941		36
	0		2,044,941	0	37
	0	0	2,698,906	0	38 P
	0	0	0	0	39
	0	0	2,698,906	0	
6710			896,916		40
	0		896,916	0	41 P
6720			2,086,840		42
	0		2,086,840	0	43
6790			0		44 P
					45
					46
					47
	0	0	2,983,756	0	48
	0	0	0	0	
	0	0	2,983,756	0	
	0	0	13,034,135	0	
	0	0	0	0	
	0	0	13,034,135	0	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)	0	0		1 P
Provisioning Expense (6512)	0	0		2
Total: Reported in Account 6510	0	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	4,674,283	4,438,265		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0		4
Amortization Expense--Tangible (6563)	0	0		5
Amortization Expense--Intangible (6564)	0	0		6
Amortization Expense--Other (6565)	0	0		7
Total: Reported in Account 6560	4,674,283	4,438,265		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1 P
6512					2
	0		0	0	
6561			4,438,265		3
6562					4
6563					5
6564					6
6565					7
			4,438,265		

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to Department of Justice and telephone relay assessments.

Description (a)	This Year (b)	
Gross Operating Revenues	21,136,466	1
Plus: Collection of amounts previously written off	34,390	2
Less: Uncollectibles written off during the year	85,709	3
Plus: Total Other Operating Income and (Expense) (7100)	113,242	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes	21,198,389	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	8,492,245	1
Plus: Total Intrastate Access Revenues (5084)	2,983,936	2
Plus: Total Long Distance Network Services Revenue	8,649	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	11,484,830	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	21,136,466	1
Plus: Collection of amounts previously written off	34,390	2
Less: Uncollectibles written off during the year	85,709	3
Plus: Total Other Operating Income and (Expense) (7100)	113,242	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	21,198,389	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	8,492,245	1
Plus: Total Intrastate Access Revenues (5084)	2,983,936	2
Plus: Total Long Distance Network Services Revenue	8,649	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	11,484,830	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*		0	1
Return from Nonregulated Use of Regulated Facilities (7130)*		0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)	113,242	0	4
Other Operating Gains and (Losses) (7160)*		0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	113,242	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(44,482)	(35,168)	6
Operating Federal Income Taxes (7220)*	1,358,645	1,552,357	7
Operating State and Local Income Taxes (7230)*	326,721	401,827	8
Operating Other Taxes (7240)*	1,229,040	1,215,187	9
Provision for Deferred Operating Income Taxes--Net (7250)*	518,495	(149,828)	10
TOTAL OPERATING TAXES (7200)*	3,388,419	2,984,375	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	14,714	0	11
Interest Income (7320)*	169,262	144,178	12
Income from Sinking and Other Funds (7330)*		0	13
Allowance for Funds Used During Construction (7340)*		0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*		0	15
Other Nonoperating Income (7360)*	2,832	3,720	16
Special Charges (7370)*	52,737	49,668	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	134,071	98,230	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	324,514	260,664	19
Nonoperating State and Local Income Taxes (7430)*	82,150	65,761	20
Nonoperating Other Taxes (7440)*			21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	50,148	(78,631)	22
TOTAL NONOPERATING TAXES (7400)*	456,812	247,794	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	1,193,759	975,987	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	13,075	12,329	25
Other Interest Deductions (7540)*	9,037	63,910	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	1,215,871	1,052,226	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*			27
Extraordinary Income Credits (7610)	0	0	28
Extraordinary Income Charges (7620)	0	0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)	0	0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)	0	0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	248,514	(10,644)	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	289,093	1
Less: Cost of Goods Sold	46,932	2
Net Sales	242,161	3
Expenses (Acct. 7990.2)	(6,353)	4
Nonregulated Net Income	<u>248,514</u>	5

List the type of nonregulated activities that company is involved in:

Sale of telephones, inside wire maintenance and repair of customer equipment.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	0	1
Nonregulated Expense	117,897	2
Plant Accounts	338,948	3
Accumulated Depreciation Accounts	11,406	4
All Other Accounts	4,714,537	5
Total Salaries and Wages	5,182,788	6 N

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	5.00	5.00	534,200	1
Supervision and Other Management	31.00	31.00	1,680,115	2
Other Employees	91.00	105.00	2,968,473	3
Total	127.00	141.00	5,182,788	

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Other Employees	91.00	105.00	2,968,473	3
Total	127.00	141.00	5,182,788	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			1
Extended Area Service			2
Extended Community Calling			3
Other Local-Undefined	4,321	21,003	4 q
Total Local	4,321	21,003	
TOLL			
Operator Handled: State--intraLATA			5
Operator Handled: State--interLATA			6
Operator Handled: Interstate			7
Customer Dialed: State--intraLATA			8
Customer Dialed: State--interLATA			9
Customer Dialed: Interstate			10
WATS			11
Other Toll-Undefined	1,222	4,699	12 q
Total Toll	1,222	4,699	
Total Local & Toll	5,543	25,702	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	160	3	0	0	1
Feature Group A -- Term.	97	6	0	0	2
Feature Group B -- Orig.	1,373	10	1	0	3
Feature Group B -- Term.	0	0	0	0	4
Feature Group C -- Orig.	0	0	5,278	9	5
Feature Group C -- Term.	0	0	4,521	8	6
Feature Group D -- Orig.	64,043	27,217	6,158	9	7
Feature Group D -- Term.	51,412	18,917	60	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	36	1
Sheath miles of plant - buried	1,030	2
Sheath miles of plant - fiber optics	118	3
Strand miles of plant - fiber optics	4,226	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	180	1
56 kbps	0	41	2
64 kbps (DS0)	0	6	3
1.54 Mbps (DS-1)	20	64	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	1	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	36	1
Sheath miles of plant - buried	1,030	2
Sheath miles of plant - fiber optics	118	3
Strand miles of plant - fiber optics	4,226	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	180	1
56 kbps	0	41	2
64 kbps (DS0)	0	6	3
1.54 Mbps (DS-1)	20	64	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	1	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	5,319	5,425	3
2 Party	0	0	4
4 Party	0	0	5
PBX Trunks/System Trunks	2,198	2,052	6
Centrex Trunks	2,894	1,489	7
Centrex Lines	0	0	8
Key System Trunks	3,943	3,891	9
Mobile (Utility Provided Service)	0	0	10
Paging (Utility Provided Service)	0	0	11
FX-Out (Switched)	0	0	12
Pay Telephone	364	341	13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Pay Stations - Public	0	0	16
- Semi-Public	0	0	17
- Cust. Owned	0	0	18
Other	328	370	19
Total Business Lines	15,046	13,568	20
Residential (Incl. Emp. Concess.)			
1 Party	18,883	20,237	22
2 Party	0	0	23
4 Party	0	0	24
FX-Out (Switched)	0	0	25
Other	59	62	26
Total Residential Lines	18,942	20,299	27
Total Bus & Res Lines	33,988	33,867	28
Company Used Lines	278	369	29
Total Lines Used	34,266	34,236	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	5	0	3
WATS Lines - 800 Service	4	0	4
FX-In-intraLATA	0	0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	3,449	3,779	7
Special Access-interLATA			8
(expressed in equiv. access lines)	409	481	9
Feature Group A Lines	0	0	10
Feature Group B Trunks	0	0	11
Feature Group C Trunks	0	0	12
Feature Group D Trunks	1,541	1,531	13
TSPS - Trunks	56	46	14
EAS - Trunks	2,554	3,004	15
Cellular Trunks (Pub. Sw. Net.)	0	0	16
Video Distance Learning			17
- discounted (special tariff)	1	1	18
Customers			
Business - 2 Party Customers	0	0	20
Business - 4 Party Customers	0	0	21
Residential - 2 Party Customers	0	0	22
Residential - 4 Party Customers	0	0	23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)	42,417,692	45,107,922	27
Total Company Square Miles	117	117	28
Total Company Route Miles	1,175	1,206	29
Footnotes			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1320	3380	5795		1
Business					2
1 Party	368	3,064	1,993		3
2 Party	0	0	0		4
4 Party	0	0	0		5
PBX Trunks/System Trunks	85	1,438	529		6
Centrex Trunks	---CONF---	---CONF---	---CONF---		7
Centrex Lines	0	0	0		8
Key System Trunks	144	2,143	1,604		9
Mobile (utility provided service)	0	0	0		10
Paging (utility provided service)	0	0	0		11
FX-Out (Switched)	0	0	0		12
Pay Telephone	19	150	172		13
Coin-Operated Pay Telephone	0	0	0		14
Independent Pay Telephone Provider	0	0	0		15
Pay Stations - Public	0	0	0		16
- Semi-Public	0	0	0		17
- Cust. Owned	0	0	0		18
Other	33	305	32		19
Total Business Lines	705	8,046	4,817	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	2,717	11,574	5,946		22
2 Party	0	0	0		23
4 Party	0	0	0		24
FX-Out (Switched)	0	0	0		25
Other	23	37	2		26
Total Residential Lines	2,740	11,611	5,948	0	27
Total Bus & Res Lines	3,445	19,657	10,765	0	28
Company Used Lines	13	273	83		29
Total Lines Used	3,458	19,930	10,848	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1320	3380	5795		1
Miscellaneous					2
WATS Lines - OutWATS	0				3
WATS Lines - 800 Service	0				4
FX-In-intraLATA	0				5
Special Access-intraLATA					6
(equiv. access lines)	0	3,779			7
Special Access-interLATA					8
(equiv. access lines)	0	481			9
Feature Group A Lines	0	0	0		10
Feature Group B Trunks	0	0	0		11
Feature Group C Trunks	0	0	0		12
Feature Group D Trunks	0	574	957		13
TSPS - Trunks	0	24	22		14
EAS - Trunks	0	1,154	1,850		15
Cellular Trunks (Pub. Sw. Net.)	0	0	0		16
Video Distance Learning					17
- discounted (special tariff)	0	1	0		18
Customers					19
Business - 2 Party Customers	0	0	0		20
Business - 4 Party Customers	0	0	0		21
Residential - 2 Party Customers	0	0	0		22
Residential - 4 Party Customers	0	0	0		23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	5,172,195	33,168,078	6,767,649		27
Exchange Square Miles	26	50	41		28
Exchange Route Miles	303	903			29
Footnotes				M	30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

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Electronic--Video	V	4

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	CROSS PLAINS	MIDDLETON	WESTOWNE		1
PSCW Exchange ID	1320	3380	5795		2
Central Office Name	CROSS PLAINS	MIDDLETON	WESTOWNE		3
PSCW Central Office ID	1	1	1		4
Manufacturer of COE (Page 54)	NTI	NTI	NTI		5
Year COE Installed	1995	1998	1995		6
Type of Equipment (Page 54)	D	D	D		7
(S)tandalone, (H)ost, (R)emote	R	H	H		8
Remote Host PSCW Exchange ID	5795				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	LLT0008	LLT0008	LLT00B008		11
SS7?	Yes	Yes	Yes		12
9-1-1?	Yes	Yes	Yes		13
Access Lines - In Use	3,467	10,254	20,014		14
- Equipped	3,789	15,288	24,057		15
- Wired	4,800	15,360	26,240		16
Trunks - In Use	0	1,778	3,254		17
- Equipped	0	2,304	3,360		18
- Wired	0	2,304	3,360		19
ISDN Available?	Yes	Yes	Yes		20
ISDN Lines - In Use (BRI)	17	25	147		21
- In Use (PRI)	0	0	7		22
Switched 56 Service?	No	No	Yes		23
Switched 56 lines in use	0		48		24
Digital Transmission Facilities: DS-1 - In Use	34	153	204		25
DS-3 - In Use	2	9	8		26
Advanced Data Service Available:					
Packet Switching?	No	No	No		27
SMDS?	No	No	No		28
Frame Relay?	No	No	No		29
ATM (Asynchronous Trans. Mode)?	No	No	No		30
Video Information - Service Available?	No	No	No		31
- In Use (# lines) ¹	0	0	0		32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	184	442	474		33
No. of fiber strands working (LIT) in C.O.	66	160	116		34
No. of fiber strands for interoffice use	18	48	48		35
Miles of fiber sheath in wire center	29	50	39		36
Access Tandem Serving this C.O.:					
- C.O. Name	MADISON	MADISON	MADISON		37
- PSCW C.O. ID	3080-01	3080-01	3080-01		38
Does this C.O. do access tandem switching?	No	No	No		39
Equal Access: InterLATA (1+)?	No	Yes	Yes		40
Equal Access: IntraLATA (1+)?	No	Yes	Yes		41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Howard G. Hopeman, Vice-President
Mid-Plains, Inc.
8501 Excelsior Drive
Madison, WI 53717-1922

Dear Mr. Hopeman:

Thank you for your response to our October 20, 1999 review letter.

In regards to item 1, you are correct that affiliated agreement 05-AT-105 has been filed with the PSC. We apologize for this oversight. In the 1999 annual report, please report any interest expense included as an affiliated interest transaction on page 15, to 05-AT-105 agreement.

We appreciate your cooperation with the analytical review. If you have any questions, you may contact me at (608) 266-3768. The 1998 review is closed.

ele

Response received 10/25/99. Filed confidentially, #07279. ele

October 20, 1999

Mr. Howard G. Hopeman, Vice-President
Mid-Plains, Inc.
8501 Excelsior Drive
Madison, WI 53717-1922

Re: 1998 Analytical Review DWCCA-3650-ELE

Dear Mr. Hopeman:

The Public Service Commission (PSC) is in the process of completing an analytical review of your utility's 1998 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. Page 18 of your annual report indicates a note receivable from Chorus Communications in the amount of \$1,436,924. Please be advised that notes to affiliated companies are affiliated interest arrangements. While the affiliated interest agreement 05-AT-103 with Chorus Communications provides for assistance in financial matters and advise on issuance of stocks and bonds, it does not list providing loans to an affiliate as one of the services covered by the agreement. Accordingly, please review your affiliated interest agreements and file an additional agreement if necessary.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

2. During our review, we noted we cannot locate a response to your 1997 analytical review letter dated September 25, 1998. One matter remains relevant: Please provide the journal entry(ies) recorded on the telcos books for the transaction concerning the deregulation of payphone assets, whether transferred below-the-line or to a separate affiliate, basis of valuation and how it compared to net book value, and the date of such journal entry(ies). If you did reply, please provide a copy of your response, and we apologize for any inconvenience.

3. In addition, we have corrected page 55, Central Office Data schedule, of the 1996 annual report, Westowne exchange, to "1995 Year COE Installed" to agree with 1997 and 1998.

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 266-3768. Please respond within 30 days of this letter. If we have no questions regarding your response, you can consider the review closed.

Please note that if your response to this letter contains any data that you want to be subject to confidential treatment, you must submit a confidentiality request form with your response.

Sincerely,

Elaine L. Engelke
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

ELE:tlk:w:comptelco letters3650 rev letter

Schedule Footnotes

Schedule Line Footnotes

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- A) Expense Matrix - Pages 41-42 - General Support Expense - Building rental is up.
- B) Expense Matrix - Pages 41-42 - Central Office Transmission Expense - More time being devoted to circuit maintenance in 1998.
- C) Expense Matrix - Pages 41-42 - Info. Orig. Term. Exp. - Public telephones were deregulated in 1997.
- D) Expense Matrix - Pages 41-42 - Access Expense - Federal and Wisconsin Universal Service Fund being charged to this.
- E) Revenues - Page 40 - Public Telephone Revenue deregulated in 1997.
- F) Revenues - Page 40 - Other Local Exchange Revenue - Pursuant to agreement with PSCW staff, not material.
- G) Revenues - Page 40 - Special Access Revenue - Increase in number of circuits. Increase affected by type of circuit being installed. They are the high end grade of circuit.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- H) Revenues - Page 40 - End User Revenue - Intrastate presubscription charges implemented in June of 1997. Increase due to full year of billing in 1998.
- I) Revenues - Page 40 - Switched Access Revenue - Decrease due to decrease in intralata amount which is the direct result of implementing Ameritech's FG-C T/O ratios.
- J) Revenues - Page 40 - Special Billing Arrangements - Increase in Facilities leased.
- K) Revenues - Page 40 - Uncollectible Revenue - Increase in accounts written off.
- L) Note to affiliate company.
- M) Exchange 5795 route miles are included in exchange 3380.
- N) Page 46 - Distribution of Salaries and Wages - for Regulated Expense the wages are \$4,100,195.
- O) Affiliated Interest Transactions - Page 15 - Markup incorporated into billings.
- P) Expense Matrix - Page 41. Pursuant to agreement with PSCW staff, expense matrix subsidiary record category detail is not required for the 1998 annual report. The total amount for each item is included in the Other column in order to facilitate the summation function in the program.
- Q) Telephone Calls and Minutes of Use Per Month - Page 47. Pursuant to agreement with the PSCW staff, toll telephone calls and minutes of use per month detail is not required for the 1998 annual report. The total toll amount for each item is included on the Other Toll - Undefined line in order to facilitate the summation function in the program.
- R) Affiliated Interest Transactions - Page 15. Pursuant to agreement with the PSCW staff, revenue, expense and other detail amounts are not required for the 1998 annual report. The total amount for each column is included on the All Other line in order to facilitate the summation function in the program.
- S) Net Deferred Operating Income Taxes - Page 30. Pursuant to agreement with the PSCW staff, net deferred operating income tax property and nonproperty related detail and activity is not required for the 1998 annual report. The total amounts for accounts 1437, 4100, 4340, 4341 and 4361 are included in the Balance EOY column in order that the Balance Sheet schedules may be populated with the appropriate end-of-year balance for these accounts in the program.
- T) Expense Matrix - Pages 41-42 - Depreciation - Plant retirements.
- U) Page 40 - Local Private Revenue - Increased number of private line circuits.
- Z) Additional depreciation taken due to switch retirement.